

ASSETS

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T.R.A. DOCKET ROOM

2 00 Financial Statements
2 01 General Balance
In millions of Chilean Pesos

Current
9/30/2004

5 11 00 00	TOTAL CURRENT ASSETS	10,164,912
	Cash and Cash Equivalents	34,315
	Deposits (credit)	8,779,589
	Negotiable Securities (net)	322,511
	Accounts Receivable (sale) (net)	
	Receivable Documents (net)	
	Various Debtors (net)	17,097
	Documents & Accounts Receivable -Related businesses	789,839
	Stock (net)	
	Unrecovered taxes	199,755
	Prepaid Expenses	18,668
	Deferred Taxes	3,138
	Other Current Assets	
	Leasing Contracts (net)	
	Assets for Leasing (net)	
5 12 00 00	TOTAL FIXED ASSETS	193,315
	Land	
	Construction & Infrastructure work	
	Machinery & Equipment	32,597
	Other Fixed Assets	182,990
	Depreciation (minus)	-22 272
5 13 00 00	TOTAL OTHER ASSETS	12,732,500
	Investments in related businesses	8,420,255
	Investments in other entities	
	Lesser investment value	
	Greater investment value (minus)	
	Debtors - Long Term	
	Documents & Accounts Receivable - Related businesses long term	2,450,968
	Deferred taxes - Long Term	48,488
	Intangibles	
	Amortization (minus)	
	Others	1,812,789
	Long Term Leasing Contracts (net)	
5 11 00 00	TOTAL ASSETS	3,090,727
5 21 00 00	TOTAL CURRENT LIABILITIES	1,319,601
	Short term obligations with banks & financial institutions	
	Long term obligations with banks & financial institutions - short term portion	
	Public Obligations (promissory notes)	

	Public Obligations - short term portion (bonds)	
	Long term obligations due within a year	
	Dividends to be paid	284,463
	Accounts payable	
	Documents payable	
	Creditors - various	81,531
	Documents & Accounts Payable - Related businesses	837,742
	Provisions	94,937
	Retentions	2,488
	Income Tax	18,440
	Advanced Income	
	Deferred Tax	
	Other Current Liabilities	
5 22 00 00	TOTAL LONG TERM LIABILITIES	605,284
	Obligations with banks & financial institutions	
	Long term public obligations (bonds)	
	Long term documents payable	
	Long term Creditors - various	
	Documents & Accounts payable - Related businesses long term	
	Provisions - Long term	
	Deferred Tax - Long term	
	Other long term current Liabilities	605,284
5 23 00 00	MINORITY INTEREST	78
5 24 00 00	TOTAL EQUITY	21,165,764
	Paid-in Capital	16,793,270
	Capital Revaluation Reserve	319,072
	Premium on Sale of shares	1,345,660
	Other Reserves	2,422,127
	Retained Earnings	285,635
	Future dividend reserves	
	Accumulated Earnings	
	Loss Earnings(minus)	285,635
	Provisory dividends (minus)	
	Accumulated Deficit - Development period	
5 20 00 00	TOTAL LIABILITIES	23,090,727

Income Statement

5 31.11 00	OPERATIONAL RESULT	-133,157
	Operating Margin	196,218
	Operating Income	269,721
	Operating Expenses (minus)	-73,503
	Sales and Administration Expenses (minus)	-329,375
5 31 12 00	NON-OPERATIONAL RESULT	377,623
	Financial Income	225,693
	Investment Profit in related businesses	454,589
	Other Non-Operational Income	171

	Investment Loss in related businesses (minus)	-28,897
	Amortization lesser value of investments (minus)	
	Financial Expenses (minus)	-10,131
	Other Non-Operational Loss (minus)	-5,234
	Monetary Adjustment	-185,735
	Exchange Fluctuation	-72,833
5 31 10 00	RESULTS PRE INCOME TAX - Extraordinary Items	244,466
	Income tax	41,170
	Extraordinary Items	
	Profit (loss) Pre minority Interest	285,636
	Minority Interest	1
5 31 00 00	PROFIT (loss) Liquid	285,635
5 32 00 00	Amortization greater value of investments	
5 30 00 00	Profit (loss)	285,635

Consolidated General Balance

As of December 31, 2003 (In millions of Chilean Pesos)

	2003	2002
Assets	M\$	M\$
CURRENT ASSETS		
Cash and Cash Equivalents	7,139	15,707
Deposits (credit)	5,482,941 00	713,838
Negotiable Securities	2,085,376	8,384,351
Accounts Receivable (sale)	420	
Various Debtors	14,747	10,440
Accounts Receivable -Related businesses	2,306,382	3,702,864
Unrecovered taxes	136 35	
Prepaid Expenses		2,434
Deferred Taxes	7,479	1,524
TOTAL CURRENT ASSETS	10,040,619	12,831,158
FIXED ASSETS		
Construction & related work		538,274
Machinery & Equipment	34,815	53,596
Other Fixed Assets	179,578	179,578
Accumulated Depreciation	-18,248	-580,389
TOTAL FIXED ASSETS	196,145	191,059
OTHER ASSETS		
Investments in Related businesses	7,052,797	6,802,742
Accounts Receivable - Related businesses long term	2,493,127	2,476,475
Debtors - Long Term	13,986	14,126
Deferred taxes - Long Term	40,558	44,009
Others	1,830,938	1,822,148
TOTAL OTHER ASSETS	11,431,406	11,159,500
TOTAL ASSETS	21, 668,170	24,181,717

Liabilities

CURRENT LIABILITIES

Dividends to be paid	423,125	633,720
Accounts payable	2,639	
Creditors - various	95,578	147,819
Provisions	52,264	106,230
Retentions	7,180	6,693
Income Tax		126,685
Other Current Liabilities	8,746	9,579
TOTAL CURRENT LIABILITIES	589,532	1,030,726
LONG TERM LIABILITIES		
Other Long Term Liabilities	587,759	698,442
TOTAL LONG TERM LIABILITIES	587,759	698,442
Minority Interest	75	88
STOCKHOLDERS' EQUITY		
Paid-IN Capital	16,793 27	16,793 27
Premium on Sale of shares	1,320,569	1,320,569
Other Reserves	3,067,620	81,710
Subtotal	21,181,459	18,195,549
Retained Earnings		
Accumulated Earnings	48,926	115,937
Lost Earnings	-739,581	4,140,975
Total Retained Earnings	-690,655	4,256,912
TOTAL EQUITY	20,490,804	22,452,461
TOTAL LIABILITIES	21,668,170	24,181,717

Consolidated Income Statements

	2003 M\$	2002 M\$
OPERATIONAL RESULT		
Operating Income	179,425	150,099
Operating Expenses	-9 962	-54,849
Operating Margin	169,463	95,250
General Administration and Sales Expenses	-593,915	-1,011,915
OPERATIONAL RESULT	-424,452	-916,665

NON-OPERATIONAL RESULT

Financial Income	266,479	1,776,754
Investment Profit in related businesses	542,596	511,320
Other Non-Operational Income	4,491	3,088,337
Investment Loss in related businesses	-81,003	-1,579
Financial Expenses		-4,192
Other Non-Operational Loss		-203,533
Monetary Adjustment	-88,891	235,129
Exchange Fluctuation	1,127,634	996,513

NON-OPERATIONAL RESULT	484,162	5,926,491
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RESULTS PRE INCOME TAX	-908,614	5,011,826
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Income tax	169,035	-870,850
Profit Pre minority Interest	-739,579	4,140,976
Minority Interest	2	1

NET OPERATING INCOME	-739,581	4,140,975
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CONSOLIDATED FINANCIAL STATEMENTS
Independent Auditors' Report

To the Shareholders and Directors
Almendral S.A.

We have audited the financial statements for Almendral S.A. and its affiliates for the years ended as of December 31, 2003 and 2002, and the corresponding consolidated income statement and statement of cash flows for the same dates. It is the responsibility of Almendral S.A. management to prepare the aforementioned financial statements (including all corresponding notes). It is our responsibility to issue an opinion based on the audit we performed on such financial statements.

This audit was performed in conformance with generally accepted accounting principles applicable in Chile. These principles require us to plan and perform our work so as to attain a reasonable level of confidence in that these financial statements are exempt from material errors. An audit entails the examination, based on evidence supporting costs and information revealed in financial statements. An audit also entails an evaluation of the accounting principles utilized and critical assessments made by management, as well as an evaluation of the general presentation of the financial statements. We consider our audits to be reasonable foundations in which we may rely to form our opinion.

In our opinion, the aforementioned consolidated financial statements reasonably represent, in all material respects, Almendral S.A. and its affiliates' financial condition as of December 31, 2003 and 2002, the balance of its operations and cash flow for the years ended in those dates, in accordance with generally accepted accounting principles applicable in Chile.

/s/

Javier Gatica Menke

Pricewaterhouse Coopers